



K2 LAND

1011 Parkview Avenue, Suite A
Redding, Ca. 96001

P 530.244.0595 F 530.244.0596
DRE LICENSE #01902739

March 15, 2016

Mr. Eugene Lee, Section Chief
California Department of Housing and Community Development
2020 W. El Camino Avenue
Sacramento, CA 95833

Re: **1551 Market Street Downtown Revitalization Project**
1551 Market Street
Redding, CA 96001

Dear Mr. Lee:

K2 Land and Investment Co. LLC, a California limited liability (“K2”) is the applicant for that certain Affordable Housing and Sustainable Communities (“AHSC”) Program Concept Proposal for the 1551 Market Street Downtown Revitalization Project being submitted on or before March 16, 2016 in response that certain AHSC Notice of Funding Availability issued January 29, 2016 by the California Department of Housing and Community Development. The Affordable Housing Development (“AHD”) component of said Concept Proposal is a 79 unit rental housing development with both affordable and market rate units located at the address referenced above. This letter shall confirm that K2 is committed to contributing up to \$2 million to that construction of the AHD received from the City of Redding as payment for the transfer of certain rights of way adjacent to the AHD currently owned by K2.

Sincerely,

A handwritten signature in black ink, appearing to read 'Allen A. Knott'.

Allen A. Knott